



94TH GENERAL ASSEMBLY
State of Illinois
2005 and 2006
HB3794

Introduced 2/25/2005, by Rep. Aaron Schock - Sidney H. Mathias

SYNOPSIS AS INTRODUCED:

305 ILCS 5/5-5.12a

Amends the Public Aid Code. Provides that, pursuant to the implementation of a federal Medicare prescription drug benefit, the Department of Public Aid shall develop a new supplemental coverage program to help cover out-of-pocket expenses of individuals enrolled in the Medicare prescription drug benefit program. Provides guidelines for coverage under and eligibility for the program. Effective immediately.

LRB094 09525 DRJ 39776 b

FISCAL NOTE ACT
MAY APPLY

1 AN ACT concerning public aid.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The Illinois Public Aid Code is amended by
5 changing Section 5-5.12a as follows:

6 (305 ILCS 5/5-5.12a)

7 Sec. 5-5.12a. Title XIX waiver; pharmacy assistance
8 program. The Illinois Department may seek a waiver of otherwise
9 applicable requirements of Title XIX of the federal Social
10 Security Act in order to claim federal financial participation
11 for a pharmacy assistance program for persons aged 65 and over
12 with income levels at or less than 250% of the federal poverty
13 level. The Illinois Department may provide by rule for all
14 other requirements of the program, including cost sharing, as
15 permitted by an approved waiver and without regard to any
16 provision of this Code to the contrary. The benefits may be no
17 more restrictive than the Pharmacy Assistance Program in effect
18 on May 31, 2001. Benefits provided under the waiver are subject
19 to appropriation.

20 The Illinois Department may not implement the waiver until
21 cost neutrality is demonstrated for the State relative to the
22 final Pharmacy Assistance Program appropriation for the fiscal
23 year beginning July 1, 2001. Implementation of the waiver shall
24 terminate on June 30, 2007.

25 Pursuant to the implementation of a federal Medicare
26 prescription drug benefit, the Department shall develop a new
27 supplemental coverage program to help cover out-of-pocket
28 expenses of individuals enrolled in the Medicare prescription
29 drug benefit program. The coverage under this new supplemental
30 program shall include reimbursements for out-of-pocket
31 expenses, including premiums, deductibles, co-payments, and
32 any other payments required by enrollees. The coverage provided

1 under this supplemental program may be capped by the
2 Department, provided that the cap implemented by the Department
3 is not less than the cost of Medicare prescription drug
4 coverage premiums paid by an enrollee or the amount of \$420 per
5 person, whichever is greater. In no case shall the
6 reimbursements under this supplemental program be higher than
7 the actual out-of-pocket expenses incurred by the enrollee.
8 Eligibility for the supplemental program shall be set by the
9 Department, but shall include at a minimum persons who would
10 have met income eligibility requirements for the program under
11 this Section as of January 1, 2005. The Department shall adopt
12 any additional rules to implement this new supplemental
13 pharmacy assistance program.

14 (Source: P.A. 92-10, eff. 6-11-01.)

15 Section 99. Effective date. This Act takes effect upon
16 becoming law.